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U.S. FEDERAL CROP INSURANCE CORPORATION //

Operating and Administrative Expenses.

✓ Forecast of Supplemental Estimate, Fiscal Year 1954 //

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Legislation authorizing extension of the crop insurance program to additional counties expires at the end of the 1953 crop year. Since crop insurance plays a basic role in the stabilization of farm finances by protecting crop production investment against loss from hazards beyond the control of the farmer, it should be extended to additional farmers as rapidly as experience permits. Legislation will be requested early in the next session of Congress to permit the adding of counties to the program in crop year 1954. The program development and sales work would fall within the 1954 fiscal year, therefore, a supplemental appropriation of \$562,000 would be necessary if the anticipated legislation is enacted. This estimate is based on adding 100 counties and selling 50,000 contracts in those counties. The distribution of the estimate by projects is as follows:

Project Statement

By Projects or Functions	Estimate
1. Insurance and actuarial structure	\$ 86,100
2. Contracts sales and servicing	263,400
3. Commissions	212,500
Total	562,000

Note: Funds will be required for developmental and sales work only in 1954; premium collection, crop inspection, and loss adjustment work will not be performed until fiscal year 1955.



